

## **CY2004 Adjusted Community Rate (ACR) Questions & Answers**

1.

Question: For ACR Worksheet A-1 (Calculation of APR), the instructions state that “column d” entries should be the “actual aged demographic rate,” but they also state that this is equal to what CMS paid the health plan in 2003 for the aged. Since the actual payment was based 90% on the demographic rate and 10% on the risk adjustment factor using the PIP-DCG methodology, we’re not certain what should be entered in this column. Should we enter what the rate would have been if it were based 100% on the demographic rate, or should we enter the plan’s actual payment rate that was based on 90% demographic/10% risk adjustment?

This same issue exists regarding “column g” entries for disabled enrollees.

Answer: 100% of the demographic rate for both columns d & g.